

# State of South Dakota

## SEVENTY-FIFTH SESSION LEGISLATIVE ASSEMBLY, 2000

995D0024

### SENATE BILL NO. 6

Introduced by: Senators Rounds, Albers, Brown (Arnold), Lawler, and Olson and  
Representatives Diedrich (Larry), Davis, Fiegen, Fischer-Clemens, and Michels  
at the request of the Interim Retirement Laws Committee

1 FOR AN ACT ENTITLED, An Act to provide for the increase of Class A employee and  
2 employer contributions to the South Dakota Retirement System.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 3-12-71 be amended to read as follows:

5 3-12-71. The member shall make a contribution and the employer shall make an equal  
6 contribution, except as otherwise specified, at the following rates:

7 (1) Class A members five percent of compensation through June 30, 2001. For the time  
8 period of July 1, 2001, through June 30, 2003, each participating unit shall select one  
9 of the following contribution rate schedules:

10	<u>Contribution Rate Schedule</u>	<u>July 1, 2001</u>	<u>July 1, 2002</u>	<u>July 1, 2003</u>
11	<u>Schedule One</u>	<u>5.0%</u>	<u>5.0%</u>	<u>6.0%</u>
12	<u>Schedule Two</u>	<u>5.0%</u>	<u>5.5%</u>	<u>6.0%</u>
13	<u>Schedule Three</u>	<u>5.0%</u>	<u>6.0%</u>	<u>6.0%</u>
14	<u>Schedule Four</u>	<u>5.5%</u>	<u>5.5%</u>	<u>6.0%</u>
15	<u>Schedule Five</u>	<u>5.5%</u>	<u>6.0%</u>	<u>6.0%</u>
16	<u>Schedule Six</u>	<u>6.0%</u>	<u>6.0%</u>	<u>6.0%</u>

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From July 1, 2003, the rate is six percent of compensation;

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(2) Justices, judges, and law-trained magistrates nine percent of compensation;

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(3) All other Class B members eight percent of compensation.

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The employer shall cause to be deducted on each payroll of a member for each payroll period

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the contribution payable by the member as provided in this section.

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~~Effective July 1, 1984, contributions~~ Contributions required of members by this section shall

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be made by the participating unit pursuant to the provisions of § 414(h)(2) of the Internal

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Revenue Code of 1954, as amended and in effect on January 1, 1984. Such contributions shall

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be classified as member contributions for all purposes under this chapter. A member may not

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receive the amount of such contributions directly rather than as contributions under this section.